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## Nonmajor Governmental Funds

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### Special Revenue Funds:

*Special Revenue Funds account for specific revenue sources that are restricted to finance particular functions and activities of the Commonwealth.*

**The Dedicated Special Revenue Fund** accounts for revenues and expenditures associated with a dedicated funding source and use.

**The Other Special Revenue Fund** accounts for revenues and expenditures related to local health care assistance, business and agricultural activities, and miscellaneous activities throughout the Commonwealth. In addition, federal funds received from Medicaid intergovernmental transfers and for the Commonwealth's share of claims are reported in this fund. The Virginia State Parks Fund is reported as part of this fund. In prior years, this entity (formerly the Virginia State Parks Foundation) was reported separately because it was a blended component unit. In fiscal year 2004, this entity became part of the primary government due to legislative changes.

**The Virginia Land Conservation Foundation Fund** accounts for revenues and expenditures related to the protection and preservation of ecological, cultural, or historical property.

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### Debt Service Funds:

*The Debt Service Funds account for transactions related to resources retained and used for the payment of interest and principal on long-term obligations recorded in the Governmental Activities column on the Government-wide Statement of Net Assets.*

**Primary Government** accounts for the payment of principal and interest on bonds used to acquire, construct, or improve parks, highways, and correctional, mental health, and parking facilities owned by the Commonwealth.

**The Virginia Public Building Authority** accounts for the payment of principal and interest on bonds used to acquire, construct, and operate public buildings used by the Commonwealth and its political subdivisions.

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### Capital Project Funds:

*The Capital Project Funds are maintained to account for resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental or proprietary funds.*

**Primary Government** accounts for the financial resources used to acquire, construct, or improve parks, correctional, mental health, and parking facilities owned by the Commonwealth.

**The Virginia Public Building Authority** accounts for financial resources used to acquire, construct, and operate public buildings used by the Commonwealth and its political subdivisions.

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### Permanent Funds:

*Permanent Funds are funds whose principal must remain intact.*

**Commonwealth Health Research Fund** provides financial grants for human health research benefiting the Commonwealth's citizens. The entire fund balance is restricted for use as such.

**Virginia Arts Foundation Fund** provides funds for the promotion of the arts in the Commonwealth. The entire fund balance is restricted for use as such.

**Mental Health Endowment Funds** provide funds for the welfare of patients in mental health facilities. The entire fund balance is restricted for use as such.

# **Combining Balance Sheet – Nonmajor Governmental Funds**

June 30, 2004

(Dollars in Thousands)

	Special Revenue Funds			
	Dedicated	Other	Virginia Land Conservation Foundation	Total
<b>Assets</b>				
Cash and Cash Equivalents	\$ 203,918	\$ 194,326	\$ 2,167	\$ 400,411
Investments	25,515	24,572	575	50,662
Receivables	9,787	53,212	-	62,999
Due From Other Funds	406	5,090	4	5,500
Due From External Parties (Fiduciary Funds)	-	99	-	99
Interfund Receivable	-	79,563	-	79,563
Inventory	850	4,448	-	5,298
Other Assets	645	922	-	1,567
Loans Receivable from Component Units	-	65,206	-	65,206
Total Assets	<u>\$ 241,121</u>	<u>\$ 427,438</u>	<u>\$ 2,746</u>	<u>\$ 671,305</u>
<b>Liabilities and Fund Balances</b>				
Accounts Payable	\$ 14,215	\$ 34,932	\$ 3	\$ 49,150
Amounts Due to Other Governments	397	-	-	397
Due to Other Funds	1,339	3,096	-	4,435
Due to Component Units	-	250	-	250
Interfund Payable	-	-	-	-
Deferred Revenue	3,698	15,189	-	18,887
Obligations Under Securities Lending Program	19,063	16,027	575	35,665
Other Liabilities	1,869	5,512	-	7,381
Long-Term Liabilities	27	217	-	244
Total Liabilities	<u>40,608</u>	<u>75,223</u>	<u>578</u>	<u>116,409</u>
Fund Balances Reserved for:				
Inventory	850	4,448	-	5,298
Debt Service	-	-	-	-
Gifts and Grants	175	8,332	-	8,507
Capital Acquisition	-	505	-	505
Fund Balances Unreserved, Reported in:				
Special Revenue Funds	199,488	338,930	2,168	540,586
Capital Projects Funds	-	-	-	-
Permanent Funds	-	-	-	-
Total Fund Balances	<u>200,513</u>	<u>352,215</u>	<u>2,168</u>	<u>554,896</u>
Total Liabilities and Fund Balances	<u>\$ 241,121</u>	<u>\$ 427,438</u>	<u>\$ 2,746</u>	<u>\$ 671,305</u>

Debt Service Funds			Capital Project Funds		
Primary Government	Virginia Public Building Authority	Total	Primary Government	Virginia Public Building Authority	Total
\$ 74,103	\$ 2,251	\$ 76,354	\$ 16,591	\$ -	\$ 16,591
-	-	-	1,680	-	1,680
-	-	-	-	10	10
-	-	-	15	-	15
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 74,103	\$ 2,251	\$ 76,354	\$ 18,286	\$ 10	\$ 18,296
\$ -	\$ -	\$ -	\$ 1,669	\$ 128	\$ 1,797
-	-	-	-	-	-
-	-	-	41	-	41
-	-	-	7,304	313	7,617
-	-	-	-	33,267	33,267
-	-	-	-	-	-
-	-	-	948	-	948
15	908	923	-	-	-
-	-	-	-	-	-
15	908	923	9,962	33,708	43,670
-	-	-	-	-	-
74,088	1,343	75,431	-	-	-
-	-	-	-	-	-
-	-	-	8,324	-	8,324
-	-	-	-	-	-
-	-	-	-	(33,698)	(33,698)
-	-	-	-	-	-
74,088	1,343	75,431	8,324	(33,698)	(25,374)
\$ 74,103	\$ 2,251	\$ 76,354	\$ 18,286	\$ 10	\$ 18,296

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**Combining Balance Sheet – Nonmajor Governmental Funds** *(Continued from previous page)*

June 30, 2004

(Dollars in Thousands)

	Permanent Funds				Total Nonmajor Governmental Funds
	Commonwealth Health Research Board	Mental Health Endowment Funds	Virginia Arts Foundation Fund	Total	
<b>Assets</b>					
Cash and Cash Equivalents	\$ 129	\$ 142	\$ 298	\$ 569	\$ 493,925
Investments	27,094	109	79	27,282	79,624
Receivables	3	-	-	3	63,012
Due From Other Funds	-	-	-	-	5,515
Due From External Parties (Fiduciary Funds)	-	-	-	-	99
Interfund Receivable	-	-	-	-	79,563
Inventory	-	-	-	-	5,298
Other Assets	-	-	-	-	1,567
Loans Receivable from Component Units	-	-	-	-	65,206
<b>Total Assets</b>	<b>\$ 27,226</b>	<b>\$ 251</b>	<b>\$ 377</b>	<b>\$ 27,854</b>	<b>\$ 793,809</b>
<b>Liabilities and Fund Balances</b>					
Accounts Payable	\$ 10	\$ -	\$ -	\$ 10	\$ 50,957
Amounts Due to Other Governments	-	-	-	-	397
Due to Other Funds	-	-	-	-	4,476
Due to Component Units	-	-	-	-	7,867
Interfund Payable	-	-	-	-	33,267
Deferred Revenue	-	-	-	-	18,887
Obligations Under Securities Lending Program	34	-	79	113	36,726
Other Liabilities	-	-	-	-	8,304
Long-Term Liabilities	-	-	-	-	244
<b>Total Liabilities</b>	<b>44</b>	<b>-</b>	<b>79</b>	<b>123</b>	<b>161,125</b>
<b>Fund Balances Reserved for:</b>					
Inventory	-	-	-	-	5,298
Debt Service	-	-	-	-	75,431
Gifts and Grants	-	-	-	-	8,507
Capital Acquisition	-	-	-	-	8,829
<b>Fund Balances Unreserved, Reported in:</b>					
Special Revenue Funds	-	-	-	-	540,586
Capital Projects Funds	-	-	-	-	(33,698)
Permanent Funds	27,182	251	298	27,731	27,731
<b>Total Fund Balances</b>	<b>27,182</b>	<b>251</b>	<b>298</b>	<b>27,731</b>	<b>632,684</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 27,226</b>	<b>\$ 251</b>	<b>\$ 377</b>	<b>\$ 27,854</b>	<b>\$ 793,809</b>



**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –  
Nonmajor Governmental Funds**

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Special Revenue Funds			
	Dedicated	Other	Virginia Land Conservation Foundation	Total
<b>Revenues</b>				
Taxes	\$ 125,050	\$ 26,632	\$ -	\$ 151,682
Rights and Privileges	57,472	145,996	854	204,322
Institutional Revenue	24,464	303,570	-	328,034
Interest, Dividends, Rents, and Other Investment Income	2,132	7,118	37	9,287
Federal Grants and Contracts	-	19,395	-	19,395
Other	63,922	243,091	-	307,013
<b>Total Revenues</b>	<b>273,040</b>	<b>745,802</b>	<b>891</b>	<b>1,019,733</b>
<b>Expenditures</b>				
Current:				
General Government	46,894	81,949	1	128,844
Education	1,375	28,962	-	30,337
Transportation	9,703	5,057	-	14,760
Resources and Economic Development	81,248	181,504	1,117	263,869
Individual and Family Services	42,447	438,763	-	481,210
Administration of Justice	45,143	29,066	-	74,209
Capital Outlay	46	5,765	-	5,811
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Charges	-	-	-	-
<b>Total Expenditures</b>	<b>226,856</b>	<b>771,066</b>	<b>1,118</b>	<b>999,040</b>
Revenues Over (Under) Expenditures	46,184	(25,264)	(227)	20,693
<b>Other Financing Sources (Uses)</b>				
Transfers In	33,235	106,100	614	139,949
Transfers Out	(51,698)	(51,504)	-	(103,202)
Bonds Issued	-	-	-	-
Refunding Bonds Issued	-	-	-	-
Funds from Restructured Escrow	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(18,463)</b>	<b>54,596</b>	<b>614</b>	<b>36,747</b>
<b>Net Change in Fund Balances</b>	<b>27,721</b>	<b>29,332</b>	<b>387</b>	<b>57,440</b>
Fund Balance, July 1	172,792	322,883	1,781	497,456
<b>Fund Balance (Deficit), June 30</b>	<b>\$ 200,513</b>	<b>\$ 352,215</b>	<b>\$ 2,168</b>	<b>\$ 554,896</b>



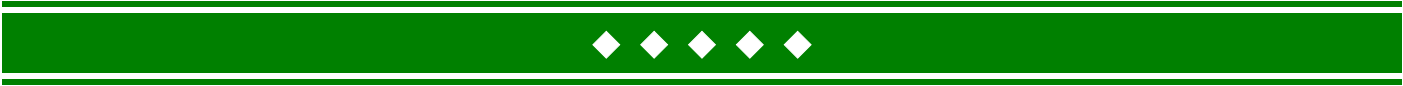
Debt Service Funds			Capital Project Funds		
Primary Government	Virginia Public Building Authority	Total	Primary Government	Virginia Public Building Authority	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
548	1	549	525	381	906
-	-	-	-	-	-
11,621	-	11,621	-	-	-
12,169	1	12,170	525	381	906
-	-	-	-	-	-
-	-	-	-	-	-
242	-	242	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	50,915	82,523	133,438
170,880	71,832	242,712	-	-	-
135,357	43,858	179,215	-	-	-
306,479	115,690	422,169	50,915	82,523	133,438
(294,310)	(115,689)	(409,999)	(50,390)	(82,142)	(132,532)
295,424	115,690	411,114	56	116	172
(12,791)	-	(12,791)	(41)	-	(41)
-	-	-	-	212	212
-	205,217	205,217	-	-	-
-	1,335	1,335	-	-	-
-	(205,217)	(205,217)	-	(6,473)	(6,473)
282,633	117,025	399,658	15	(6,145)	(6,130)
(11,677)	1,336	(10,341)	(50,375)	(88,287)	(138,662)
85,765	7	85,772	58,699	54,589	113,288
\$ 74,088	\$ 1,343	\$ 75,431	\$ 8,324	\$ (33,698)	\$ (25,374)

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**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –  
Nonmajor Governmental Funds** *(Continued from previous page)*

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Permanent Funds				Total Nonmajor Governmental Funds
	Commonwealth Health Research Board	Mental Health Endowment Funds	Virginia Arts Foundation Fund	Total	
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 151,682
Rights and Privileges	-	-	49	49	204,371
Institutional Revenue	-	-	-	-	328,034
Interest, Dividends, Rents, and Other Investment Income	3,402	2	5	3,409	14,151
Federal Grants and Contracts	-	-	-	-	19,395
Other	-	-	30	30	318,664
<b>Total Revenues</b>	<b>3,402</b>	<b>2</b>	<b>84</b>	<b>3,488</b>	<b>1,036,297</b>
<b>Expenditures</b>					
Current:					
General Government	-	-	-	-	128,844
Education	-	-	-	-	30,337
Transportation	-	-	-	-	15,002
Resources and Economic Development	-	-	-	-	263,869
Individual and Family Services	687	10	-	697	481,907
Administration of Justice	-	-	-	-	74,209
Capital Outlay	-	-	-	-	139,249
Debt Service:					
Principal Retirement	-	-	-	-	242,712
Interest and Charges	-	-	-	-	179,215
<b>Total Expenditures</b>	<b>687</b>	<b>10</b>	<b>-</b>	<b>697</b>	<b>1,555,344</b>
Revenues Over (Under) Expenditures	2,715	(8)	84	2,791	(519,047)
<b>Other Financing Sources (Uses)</b>					
Transfers In	-	-	-	-	551,235
Transfers Out	-	-	-	-	(116,034)
Bonds Issued	-	-	-	-	212
Refunding Bonds Issued	-	-	-	-	205,217
Funds from Restructured Escrow	-	-	-	-	1,335
Payment to Refunded Bond Escrow Agent	-	-	-	-	(211,690)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>430,275</b>
<b>Net Change in Fund Balances</b>	<b>2,715</b>	<b>(8)</b>	<b>84</b>	<b>2,791</b>	<b>(88,772)</b>
Fund Balance, July 1	24,467	259	214	24,940	721,456
<b>Fund Balance (Deficit), June 30</b>	<b>\$ 27,182</b>	<b>\$ 251</b>	<b>\$ 298</b>	<b>\$ 27,731</b>	<b>\$ 632,684</b>



**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Nonmajor Special Revenue Funds**

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Dedicated			Final/Actual Variance Positive Negative
	Original Budget	Final Budget	Actual	(Negative)
<b>Revenues:</b>				
Taxes:				
Public Service Corporations	\$ -	\$ -	\$ -	\$ -
Motor Fuel	32,900	35,900	38,012	2,112
Other Taxes	64,676	56,689	86,699	30,010
Rights and Privileges	55,756	48,049	57,577	9,528
Sales of Property and Commodities	3,008	2,688	2,648	(40)
Assessments and Receipts for Support of Special Services	6,551	7,187	8,232	1,045
Institutional Revenue	28,173	29,345	25,502	(3,843)
Interest, Dividends, and Rents	2,526	3,723	2,104	(1,619)
Fines, Forfeitures, Court Fees, Penalties, and Escheats	24,158	32,307	28,646	(3,661)
Federal Grants and Contracts	-	-	-	-
Receipts from Cities, Counties, and Towns	75	597	465	(132)
Private Donations, Gifts and Contracts	7,217	1,319	1,287	(32)
Other	20,307	24,167	22,159	(2,008)
Total Revenues	245,347	241,971	273,331	31,360
<b>Expenditures:</b>				
Current:				
General Government	45,790	56,670	46,805	9,865
Education	1,876	2,309	1,293	1,016
Transportation	12,831	13,205	9,225	3,980
Resources and Economic Development	71,533	96,124	79,031	17,093
Individual and Family Services	45,776	52,943	42,544	10,399
Administration of Justice	45,411	60,750	46,448	14,302
Capital Outlay	1,646	1,643	234	1,409
Total Expenditures	224,863	283,644	225,580	58,064
Revenues Over (Under) Expenditures	20,484	(41,673)	47,751	89,424
<b>Other Financing Sources (Uses):</b>				
Transfers:				
Transfers In	14,066	14,116	33,235	19,119
Transfers Out	(38,408)	(38,111)	(51,698)	(13,587)
Total Other Financing Sources (Uses)	(24,342)	(23,995)	(18,463)	5,532
Revenues and Other Sources Over (Under)				
Expenditures and Other Uses	(3,858)	(65,668)	29,288	94,956
Fund Balance, July 1	181,309	181,309	181,309	-
Fund Balance, June 30	\$ 177,451	\$ 115,641	\$ 210,597	\$ 94,956

Other			
Original Budget	Final Budget	Actual	Final/Actual Variance Positive (Negative)
\$ -	\$ -	\$ 9,451	\$ 9,451
-	-	-	-
26,800	24,774	17,085	(7,689)
161,510	151,765	146,042	(5,723)
20,458	19,770	19,349	(421)
82,897	104,829	71,643	(33,186)
299,388	296,534	306,204	9,670
8,667	9,059	7,205	(1,854)
9,424	13,873	17,436	3,563
-	19,151	19,395	244
53,601	77,284	75,782	(1,502)
2,628	3,044	6,205	3,161
59,940	238,771	51,850	(186,921)
725,313	958,854	747,647	(211,207)
24,939	106,265	81,908	24,357
25,236	26,660	29,113	(2,453)
6,889	6,989	5,358	1,631
202,150	234,531	179,985	54,546
401,631	465,150	437,366	27,784
22,305	25,203	28,926	(3,723)
16,817	22,224	5,948	16,276
699,967	887,022	768,604	118,418
25,346	71,832	(20,957)	(92,789)
13,627	91,734	106,097	14,363
(36,695)	(40,941)	(51,504)	(10,563)
(23,068)	50,793	54,593	3,800
2,278	122,625	33,636	(88,989)
309,032	309,032	309,032	-
\$ 311,310	\$ 431,657	\$ 342,668	\$ (88,989)

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**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Nonmajor Special Revenue Funds** *(Continued from previous page)*

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Virginia Land Conservation Foundation			
	Original Budget	Final Budget	Actual	Final/Actual Variance Positive (Negative)
<b>Revenues:</b>				
Taxes:				
Public Service Corporations	\$ -	\$ -	\$ -	\$ -
Motor Fuel	-	-	-	-
Other Taxes	-	-	-	-
Rights and Privileges	-	-	854	854
Sales of Property and Commodities	-	-	-	-
Assessments and Receipts for Support of Special Services	-	-	-	-
Institutional Revenue	-	-	-	-
Interest, Dividends, and Rents	-	153	37	(116)
Fines, Forfeitures, Court Fees, Penalties, and Escheats	-	-	-	-
Federal Grants and Contracts	-	-	-	-
Receipts from Cities, Counties, and Towns	-	-	-	-
Private Donations, Gifts and Contracts	-	-	-	-
Other	-	-	-	-
Total Revenues	-	153	891	738
<b>Expenditures:</b>				
Current:				
General Government	-	-	1	(1)
Education	-	-	-	-
Transportation	-	-	-	-
Resources and Economic Development	-	1,499	1,464	35
Individual and Family Services	-	-	-	-
Administration of Justice	-	-	-	-
Capital Outlay	75	75	-	75
Total Expenditures	75	1,574	1,465	109
Revenues Over (Under) Expenditures	(75)	(1,421)	(574)	847
<b>Other Financing Sources (Uses):</b>				
Transfers:				
Transfers In	-	-	614	614
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	614	614
Revenues and Other Sources Over (Under) Expenditures and Other Uses	(75)	(1,421)	40	1,461
<b>Fund Balance, July 1</b>	<b>2,131</b>	<b>2,131</b>	<b>2,131</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ 2,056</b>	<b>\$ 710</b>	<b>\$ 2,171</b>	<b>\$ 1,461</b>

**Notes for Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Nonmajor Special Revenue Funds**

**1. BASIS OF BUDGETING VS. MODIFIED ACCRUAL BASIS FUND BALANCE**

Since the presentation of financial data on the basis of budgeting differs from that presented under accounting principles generally accepted in the United States of America, a schedule reconciling the fund balance on a budgetary basis at June 30, 2004, to the fund balance on a modified accrual basis follows.

*(Dollars in Thousands)*

	<b>Dedicated</b>	<b>Other</b>	<b>Virginia Land Conservation Foundation</b>
Fund Balance, Basis of Budgeting	\$ 210,597	\$ 342,668	\$ 2,171
Adjustments from Budget to Modified Accrual, Undesignated:			
Accrued Revenues:			
Taxes	4,953	320	-
Other Revenue	789	41,380	-
Accrued Expenditures	(15,285)	(31,998)	(3)
Fund Reclassification - Budget to Modified Accrual	(541)	(155)	-
Fund Balance, Modified Accrual Basis	<u>\$ 200,513</u>	<u>\$ 352,215</u>	<u>\$ 2,168</u>

**2. APPROPRIATIONS**

The amounts presented in the Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Special Revenue Funds are principally on a cash basis and represent the original budget adopted by the General Assembly and all supplemental appropriations and transfers. The following schedule reconciles original appropriations to the final adjusted expenditure appropriations for the Nonmajor Special Revenue Funds, at June 30, 2004.

*(Dollars in Thousands)*

	<b>Dedicated</b>	<b>Other</b>	<b>Virginia Land Conservation Foundation</b>
Appropriations (1)	\$ 224,863	\$ 699,967	\$ 75
Supplemental Appropriations:			
Reappropriations (2)	2,252	45,378	-
Subsequent Executive (3)	47,071	130,686	1,499
Subsequent Legislative (4)	7,853	(11,086)	-
Capital Outlay Reversions (5)	(3)	(2,443)	-
Transfers (6)	11,713	61,848	-
Capital Outlay Adjustment (7)	(10,105)	(37,328)	-
Appropriations, as adjusted	<u>\$ 283,644</u>	<u>\$ 887,022</u>	<u>\$ 1,574</u>

1. Represents the budget appropriated through Chapter 943, 2004 Acts of Assembly.
2. Actions taken to reappropriate any prior year unexpended balances per authority of the language in the Appropriation Act.
3. Actions taken by the Governor to appropriate any additional revenues collected so that they can be legally spent.
4. Actions taken by the Governor and the General Assembly to adjust the budget.
5. Represents reversions of unexpended capital outlay balances.
6. Represents transfers required by the Appropriation Act.
7. Capital outlay appropriations cover the projects' lives and usually extend beyond the current fiscal year. These amounts have been adjusted to report the amount authorized for expenditure during the current fiscal year.

